Molycorp, Inc. Molybdenum Group P O Box 469 Questa, NM 87556-0469 Telephone (505) 586-0212 Facsimile (505) 586-0811



September 21, 1999

Mr. Myron Knudson U.S. Environmental Protection Agency Region 6 1445 Ross Avenue, Suite 1200 Dallas, TX 75202-2733

Re: Questa Waste Rock Pile Characterization Study

Dear Mr. Knudson:

Enclosed please find a copy of an interim report, entitled "Questa Waste Rock Pile Drilling, Instrumentation and Characterization Study", prepared by Robertson GeoConsultants Inc. of Vancouver, Canada. As you will note, preliminary results from the waste rock pile characterization indicate that the piles tested do not have acid rock drainage at their base.

Should you have any questions concerning this report, or any other aspect of the program, please call me at (505) 586-7626.

Sincerely,

Geyza I Lormczi

Environmental Manager

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Enclosure

XC:

D.R. Shoemaker

R.E. Schwartz

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